

0004



Ark Land Company  
c/o Canyon Fuel Co., LLC  
Skyline Mines  
HC35Box 380  
Helper, Utah 84526  
435-448-2634

February 4, 2004

Pam Grubaugh-Littig  
Permit Supervisor  
Utah Coal Regulatory Program  
Division of Oil, Gas & Mining  
1594 West North Temple, Suite 1210  
PO Box 145801  
Salt Lake City, Utah 84114-5801

*Exploration  
Incoming  
c/007/0039*

Re: Intent to Conduct Minor Coal Exploration

Dear Pam:

On behalf of the Dugout Canyon Mine, I have attached DOGM change forms C-1 and C-2 and the Notice of Intent to Conduct Minor Coal Exploration. The exploration is proposed for the School and Institutional Trust Lands Administration (SITLA) Dugout Tract in the year 2004. The type of exploration proposed is rotary-spot core, continuous core, or a combination of both.

Enclosed are five copies of the change forms and five copies of the notice. If you have any questions, please contact me at (435-448-2634). We would like to initiate drilling in mid-July, 2004. I appreciate your consideration of this application.

Sincerely,

Mike Stevenson  
Geologist  
Ark Land Company

Encl.

RECEIVED

FEB 09 2004

DIV. OF OIL, GAS & MINING

File in:  
C/007/0039/2004, Incoming  
Refer to:  
☐ Confidential  
☐ Shelf  
☒ Expandable  
Date: 02042004 For additional information

# APPLICATION FOR COAL PERMIT PROCESSING

Permit Change ☐ New Permit ☐ Renewal ☐ Exploration ☒ Bond Release ☐ Transfer ☐

**Permittee:** Canyon Fuel Company, LLC

**Mine:** Dugout Canyon Mine

**Permit Number:** C/007/039

**Title:** Notice of Intent to Conduct Minor Coal Exploration--SITLA Dugout Tract

**Description,** Include reason for application and timing required to implement:

Coal exploration for seam thickness and quality data. Need approval by July1, 2004

**Instructions:** If you answer yes to any of the first eight (gray) questions, this application may require Public Notice publication.

- |   |   |
|---|---|
| <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | 1. Change in the size of the Permit Area? Acres: _____ Disturbed Area: _____ <input type="checkbox"/> increase <input type="checkbox"/> decrease. |
| <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | 2. Is the application submitted as a result of a Division Order? DO# _____  |
| <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | 3. Does the application include operations outside a previously identified Cumulative Hydrologic Impact Area?                                     |
| <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | 4. Does the application include operations in hydrologic basins other than as currently approved?   |
| <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | 5. Does the application result from cancellation, reduction or increase of insurance or reclamation bond?   |
| <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | 6. Does the application require or include public notice publication?   |
| <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | 7. Does the application require or include ownership, control, right-of-entry, or compliance information?   |
| <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | 8. Is proposed activity within 100 feet of a public road or cemetery or 300 feet of an occupied dwelling?   |
| <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | 9. Is the application submitted as a result of a Violation? NOV # _____   |
| <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | 10. Is the application submitted as a result of other laws or regulations or policies?  |
| <i>Explain:</i> _____   |   |
| <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | 11. Does the application affect the surface landowner or change the post mining land use?   |
| <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | 12. Does the application require or include underground design or mine sequence and timing? (Modification of R2P2)                                |
| <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | 13. Does the application require or include collection and reporting of any baseline information?   |
| <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No | 14. Could the application have any effect on wildlife or vegetation outside the current disturbed area?   |
| <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No | 15. Does the application require or include soil removal, storage or placement?   |
| <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No | 16. Does the application require or include vegetation monitoring, removal or revegetation activities?  |
| <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | 17. Does the application require or include construction, modification, or removal of surface facilities?   |
| <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | 18. Does the application require or include water monitoring, sediment or drainage control measures?  |
| <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | 19. Does the application require or include certified designs, maps or calculation?   |
| <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | 20. Does the application require or include subsidence control or monitoring?   |
| <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | 21. Have reclamation costs for bonding been provided?   |
| <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | 22. Does the application involve a perennial stream, a stream buffer zone or discharges to a stream?  |
| <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No | 23. Does the application affect permits issued by other agencies or permits issued to other entities?   |

**Please attach four (4) review copies of the application. If the mine is on or adjacent to Forest Service land please submit five (5) copies, thank you.** (These numbers include a copy for the Price Field Office)

I hereby certify that I am a responsible official of the applicant and that the information contained in this application is true and correct to the best of my information and belief in all respects with the laws of Utah in reference to commitments, undertakings, and obligations, herein.

Mike Stevenson  
Print Name

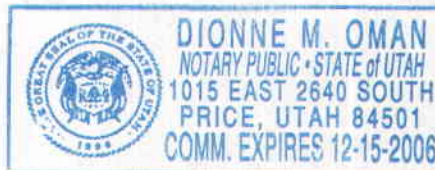
Mike Stevenson, Sr. Geologist 2-5-04  
Sign Name, Position, Date

Subscribed and sworn to before me this 5 day of February, 2004

Dionne M. Oman  
Notary Public

My commission Expires:

Attest: State of Utah 12-15-2006 } ss:  
County of Carbon



**For Office Use Only:**

Assigned Tracking  
Number:

Received by Oil, Gas & Mining

**RECEIVED**  
FEB 9 2004

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